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HOUSE BILL 3238 By Scroggs

AN ACT to amend the Tennessee Code Annotated Title 9 relative to the appropriation of funds for Medical Assistance

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE

SECTION 1. Tennessee Code Annotated, Title 9, Chapter 6, is amended by adding the following new section:

- (a) For any law enacted after the effective date of this act, which results in a net increase in the state share of the cost of medical assistance provided through the Medicaid or TennCare programs authorized under Tennessee Code Annotated, Title 7I, Chapter 5, part 1, there shall be appropriated from recurring revenues the estimated state share of the operating cost of such law.
- (b) "Operating costs" as referred to in subsection (a) means all costs other than capital outlay costs.
- (c) The amount of appropriations made under subsections (a) and (d) shall be equal to the amounts reflected in fiscal notes prepared by the staff of the fiscal review

committee. For purposes of subsection (a), such costs shall be the operating cost, in current dollars, of the highest of the next five (5) years commencing after the effective date of any law described in the subsection (a) enacted after the date this act becomes effective.

- (d) Prior to submission of the budget for fiscal years beginning after 2000-2001, estimates of any appropriations made under subsection (a) may be adjusted to determine the amount of appropriations of recurring revenues to be repeated for the ensuring fiscal year. If no adjustment is made, then the amount of appropriations previously made shall be repeated.
- (e) Appropriations made under the provisions of this section shall be place in a reserve to be used only for the following purposes:
 - (1) Appropriation for one-time non-recurring health related Expenditures;
 - (2) Increasing the reserve for revenue fluctuation; or,
- (f) Any law enacted without the funding required by this section shall be null and void unless such funding is appropriated in the general appropriation act.

SECTION 2. If any provision of this act or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of the act which can be given effect without the invoking provision or application, and to that end the provisions of this act are declared to be severable.

SECTION 3. This act shall become effective upon becoming law, the public welfare requiring it.

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